

TARSANDS RESOURCES, L.L.C.

935 East So. Union Avenue, Suite D-202
Salt Lake City, Utah 84047

FAX MESSAGE

Dated: July 8, 1999

To: Lonnie Hogan
Uintah County
1483 East 355 South
Vernal, UT 84078

From: Mark S. Dolar

Re: Mining tar sands on TRACT A

Dear Lonnie:

This is to confirm that Tarsands Resources, LLC is acting agent for WEMBCO, Inc. WEMBCO is owner of the land known as TRACT A on Asphalt Ridge. Please be advised WEMBCO, Inc. has provided notification of its dispute with Crown Energy concerning the lease of record and hereby provides notification to Uintah County, Utah the right to mine from said tract on behalf of WEMBCO.

Please be advised I am out of town until July 19, 1999, at that time we will negotiate to terms of the contract between WEMBCO, Inc. and Uintah County, Utah; and request subordination of the agreement from Crown Energy.

In my absence, Jim Barnes will be available to address any of your questions at (626) 799-2175.

Sincerely,

Mark

